

## UNITED STATES BANKRUPTCY COURT

Eastern DISTRICT OF New York

Brooklyn Division

In Re. Zen Restoration Inc

§  
§  
§  
§

Case No. 22-40809

Debtor(s)

☐ Jointly Administered**Monthly Operating Report**

Chapter 11

Reporting Period Ended: 10/31/2022

Petition Date: 04/19/2022

Months Pending: 7

Industry Classification: 

2	3	8	9
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Reporting Method:

Accrual Basis ☐Cash Basis ☒

Debtor's Full-Time Employees (current):

2

Debtor's Full-Time Employees (as of date of order for relief):

0

**Supporting Documentation** (check all that are attached):

(For jointly administered debtors, any required schedules must be provided on a non-consolidated basis for each debtor)

- ☐ Statement of cash receipts and disbursements
- ☐ Balance sheet containing the summary and detail of the assets, liabilities and equity (net worth) or deficit
- ☐ Statement of operations (profit or loss statement)
- ☐ Accounts receivable aging
- ☐ Postpetition liabilities aging
- ☐ Statement of capital assets
- ☐ Schedule of payments to professionals
- ☐ Schedule of payments to insiders
- ☒ All bank statements and bank reconciliations for the reporting period
- ☐ Description of the assets sold or transferred and the terms of the sale or transfer

Bernard Sobus

Signature of Responsible Party

11/10/2022

Date

Bernard Sobus

Printed Name of Responsible Party

273 Russell St

Brooklyn, NY 11222

Address

STATEMENT: This Periodic Report is associated with an open bankruptcy case; therefore, Paperwork Reduction Act exemption 5 C.F.R. § 1320.4(a)(2) applies.

Debtor's Name Zen Restoration Inc

Case No. 22-40809

Part 1: Cash Receipts and Disbursements	Current Month	Cumulative
a. Cash balance beginning of month	\$18,349	
b. Total receipts (net of transfers between accounts)	\$181,808	\$439,950
c. Total disbursements (net of transfers between accounts)	\$68,345	\$315,330
d. Cash balance end of month (a+b-c)	\$131,812	
e. Disbursements made by third party for the benefit of the estate	\$0	\$19,238
f. Total disbursements for quarterly fee calculation (c+e)	\$68,345	\$334,568

Part 2: Asset and Liability Status (Not generally applicable to Individual Debtors. See Instructions.)	Current Month
a. Accounts receivable (total net of allowance)	\$0
b. Accounts receivable over 90 days outstanding (net of allowance)	\$0
c. Inventory (Book <input type="radio"/> Market <input checked="" type="radio"/> Other <input type="radio"/> (attach explanation))	\$3,029,000
d. Total current assets	\$3,029,000
e. Total assets	\$3,029,000
f. Postpetition payables (excluding taxes)	\$0
g. Postpetition payables past due (excluding taxes)	\$0
h. Postpetition taxes payable	\$0
i. Postpetition taxes past due	\$0
j. Total postpetition debt (f+h)	\$0
k. Prepetition secured debt	\$10,888,517
l. Prepetition priority debt	\$0
m. Prepetition unsecured debt	\$1,252,147
n. Total liabilities (debt) (j+k+l+m)	\$12,140,664
o. Ending equity/net worth (e-n)	\$-9,111,664

Part 3: Assets Sold or Transferred	Current Month	Cumulative
a. Total cash sales price for assets sold/transferred outside the ordinary course of business	\$0	\$0
b. Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business	\$0	\$0
c. Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)	\$0	\$0

Part 4: Income Statement (Statement of Operations) (Not generally applicable to Individual Debtors. See Instructions.)	Current Month	Cumulative
a. Gross income/sales (net of returns and allowances)	\$181,808	
b. Cost of goods sold (inclusive of depreciation, if applicable)	\$65,328	
c. Gross profit (a-b)	\$116,480	
d. Selling expenses	\$0	
e. General and administrative expenses	\$3,017	
f. Other expenses	\$0	
g. Depreciation and/or amortization (not included in 4b)	\$0	
h. Interest	\$0	
i. Taxes (local, state, and federal)	\$0	
j. Reorganization items	\$0	
k. Profit (loss)	\$116,480	\$66,522

Debtor's Name Zen Restoration Inc

Case No. 22-40809

**Part 5: Professional Fees and Expenses**

			Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative	
a.	Debtor's professional fees & expenses (bankruptcy) <i>Aggregate Total</i>		\$0	\$19,238		\$19,238	
	<i>Itemized Breakdown by Firm:</i>						
		Firm Name	Role				
	i	Ronald D Weiss PC	Lead Counsel	\$0	\$19,238		\$19,238
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Debtor's Name Zen Restoration Inc

Case No. 22-40809

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b.			Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
	Debtor's professional fees & expenses (nonbankruptcy) <i>Aggregate Total</i>					
	<i>Itemized Breakdown by Firm</i>					
	Firm Name	Role				
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Debtor's Name Zen Restoration Inc

Case No. 22-40809

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Debtor's Name Zen Restoration Inc

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Debtor's Name Zen Restoration Inc

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c.	xcix					
	c					
All professional fees and expenses (debtor & committees)						

**Part 6: Postpetition Taxes**

	Current Month	Cumulative
a. Postpetition income taxes accrued (local, state, and federal)	\$0	\$0
b. Postpetition income taxes paid (local, state, and federal)	\$0	\$0
c. Postpetition employer payroll taxes accrued	\$0	\$0
d. Postpetition employer payroll taxes paid	\$0	\$0
e. Postpetition property taxes paid	\$0	\$0
f. Postpetition other taxes accrued (local, state, and federal)	\$0	\$0
g. Postpetition other taxes paid (local, state, and federal)	\$0	\$0

**Part 7: Questionnaire - During this reporting period:**

- a. Were any payments made on prepetition debt? (if yes, see Instructions) Yes ☐ No ☒
- b. Were any payments made outside the ordinary course of business without court approval? (if yes, see Instructions) Yes ☐ No ☒
- c. Were any payments made to or on behalf of insiders? Yes ☐ No ☒
- d. Are you current on postpetition tax return filings? Yes ☒ No ☐
- e. Are you current on postpetition estimated tax payments? Yes ☒ No ☐
- f. Were all trust fund taxes remitted on a current basis? Yes ☐ No ☒
- g. Was there any postpetition borrowing, other than trade credit? (if yes, see Instructions) Yes ☐ No ☒
- h. Were all payments made to or on behalf of professionals approved by the court? Yes ☒ No ☐ N/A ☐
- i. Do you have:
- Worker's compensation insurance? Yes ☒ No ☐
- If yes, are your premiums current? Yes ☒ No ☐ N/A ☐ (if no, see Instructions)
- Casualty/property insurance? Yes ☒ No ☐
- If yes, are your premiums current? Yes ☒ No ☐ N/A ☐ (if no, see Instructions)
- General liability insurance? Yes ☒ No ☐
- If yes, are your premiums current? Yes ☒ No ☐ N/A ☐ (if no, see Instructions)
- j. Has a plan of reorganization been filed with the court? Yes ☐ No ☒
- k. Has a disclosure statement been filed with the court? Yes ☒ No ☐
- l. Are you current with quarterly U.S. Trustee fees as set forth under 28 U.S.C. § 1930? Yes ☒ No ☐



Debtor's Name Zen Restoration Inc

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**Part 8: Individual Chapter 11 Debtors (Only)**

- |  |       |     |
|--|-------|-----|
| a. Gross income (receipts) from salary and wages   | _____ | \$0 |
| b. Gross income (receipts) from self-employment  | _____ | \$0 |
| c. Gross income from all other sources   | _____ | \$0 |
| d. Total income in the reporting period (a+b+c)  | _____ | \$0 |
| e. Payroll deductions  | _____ | \$0 |
| f. Self-employment related expenses  | _____ | \$0 |
| g. Living expenses   | _____ | \$0 |
| h. All other expenses  | _____ | \$0 |
| i. Total expenses in the reporting period (e+f+g+h)  | _____ | \$0 |
| j. Difference between total income and total expenses (d-i)  | _____ | \$0 |
| k. List the total amount of all postpetition debts that are past due   | _____ | \$0 |
| l. Are you required to pay any Domestic Support Obligations as defined by 11 U.S.C § 101(14A)? Yes <input type="radio"/> No <input checked="" type="radio"/> |       |     |
| m. If yes, have you made all Domestic Support Obligation payments? Yes <input type="radio"/> No <input type="radio"/> N/A <input checked="" type="radio"/>   |       |     |

**Privacy Act Statement**

28 U.S.C. § 589b authorizes the collection of this information, and provision of this information is mandatory under 11 U.S.C. §§ 704, 1106, and 1107. The United States Trustee will use this information to calculate statutory fee assessments under 28 U.S.C. § 1930(a)(6). The United States Trustee will also use this information to evaluate a chapter 11 debtor's progress through the bankruptcy system, including the likelihood of a plan of reorganization being confirmed and whether the case is being prosecuted in good faith. This information may be disclosed to a bankruptcy trustee or examiner when the information is needed to perform the trustee's or examiner's duties or to the appropriate federal, state, local, regulatory, tribal, or foreign law enforcement agency when the information indicates a violation or potential violation of law. Other disclosures may be made for routine purposes. For a discussion of the types of routine disclosures that may be made, you may consult the Executive Office for United States Trustee's systems of records notice, UST-001, "Bankruptcy Case Files and Associated Records." See 71 Fed. Reg. 59,818 et seq. (Oct. 11, 2006). A copy of the notice may be obtained at the following link: [http://www.justice.gov/ust/eo/rules\\_regulations/index.htm](http://www.justice.gov/ust/eo/rules_regulations/index.htm). Failure to provide this information could result in the dismissal or conversion of your bankruptcy case or other action by the United States Trustee. 11 U.S.C. § 1112(b)(4)(F).

**I declare under penalty of perjury that the foregoing Monthly Operating Report and its supporting documentation are true and correct and that I have been authorized to sign this report on behalf of the estate.**

Bernard Sobus

Signature of Responsible Party

President

Title

Bernard Sobus

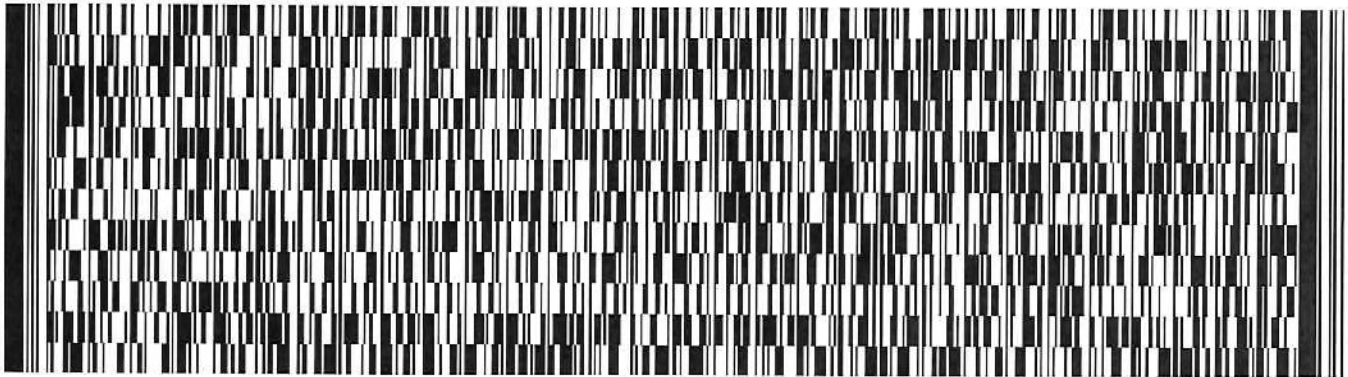
Printed Name of Responsible Party

11/10/2022

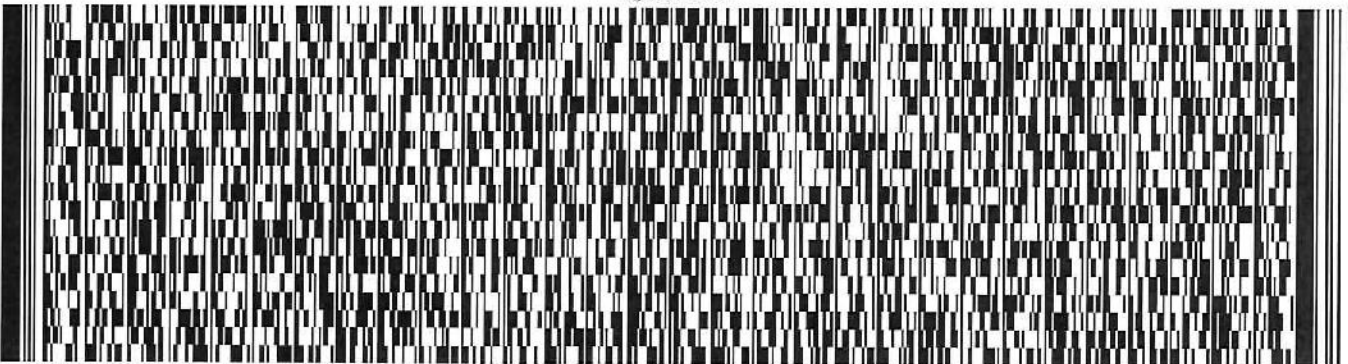
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Debtor's Name Zen Restoration Inc

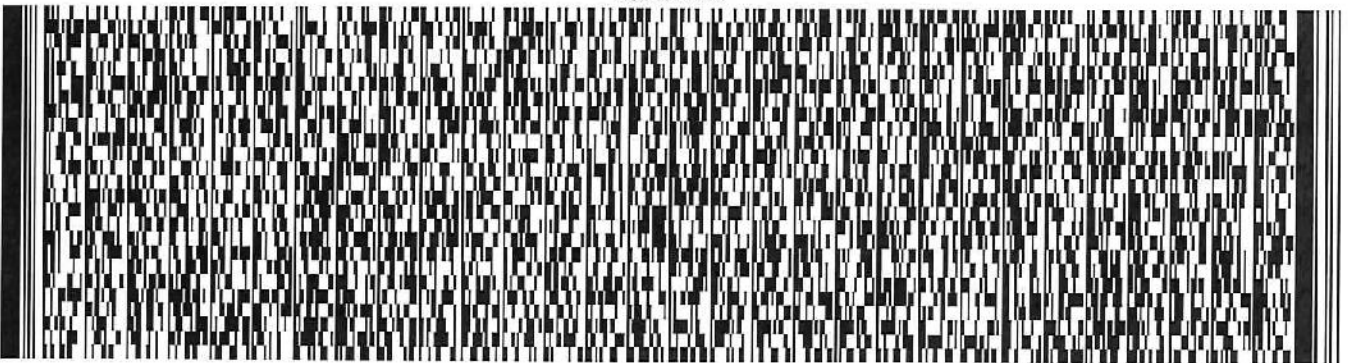
Case No. 22-40809



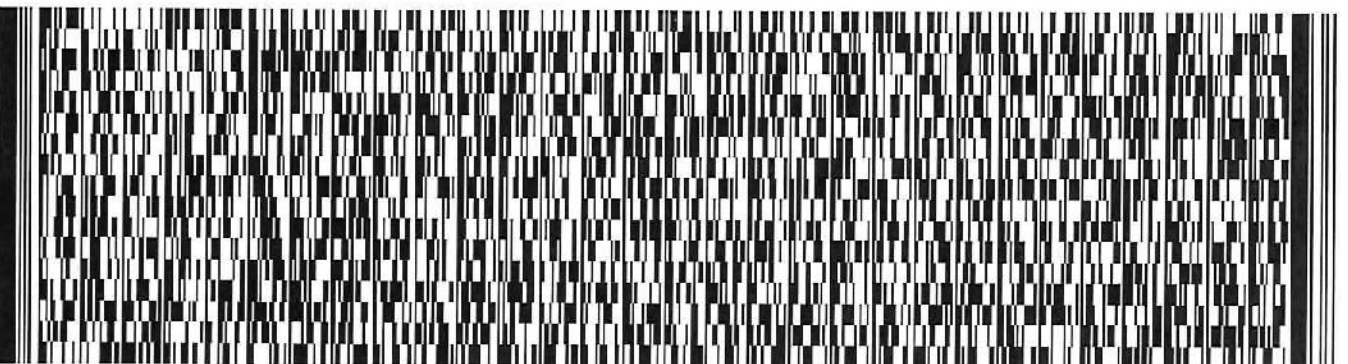
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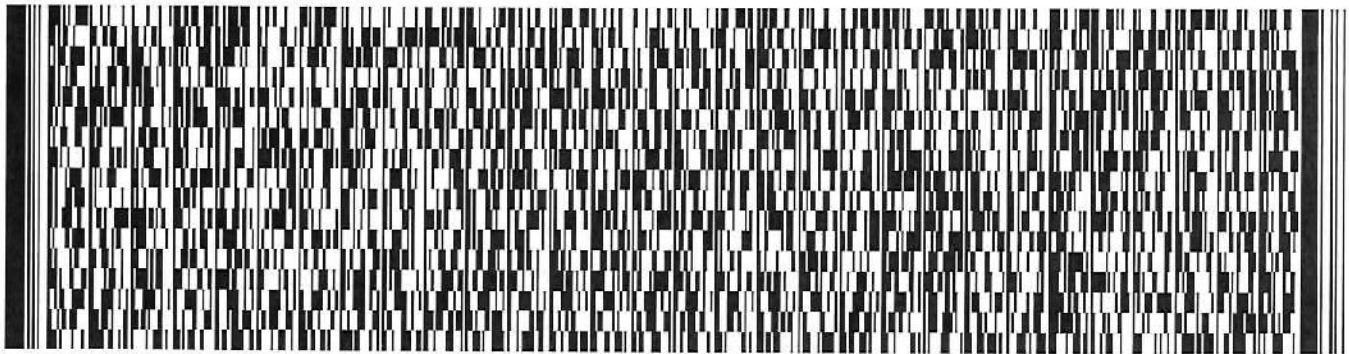
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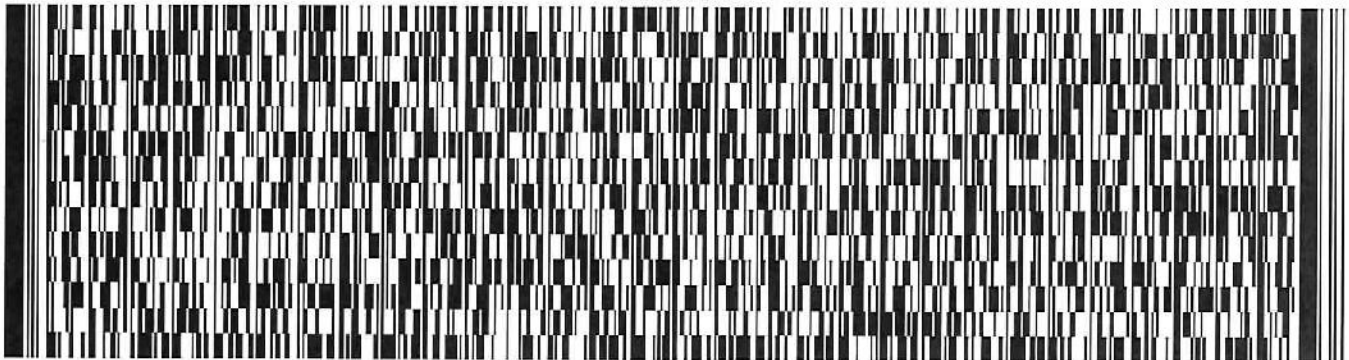
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Debtor's Name Zen Restoration Inc

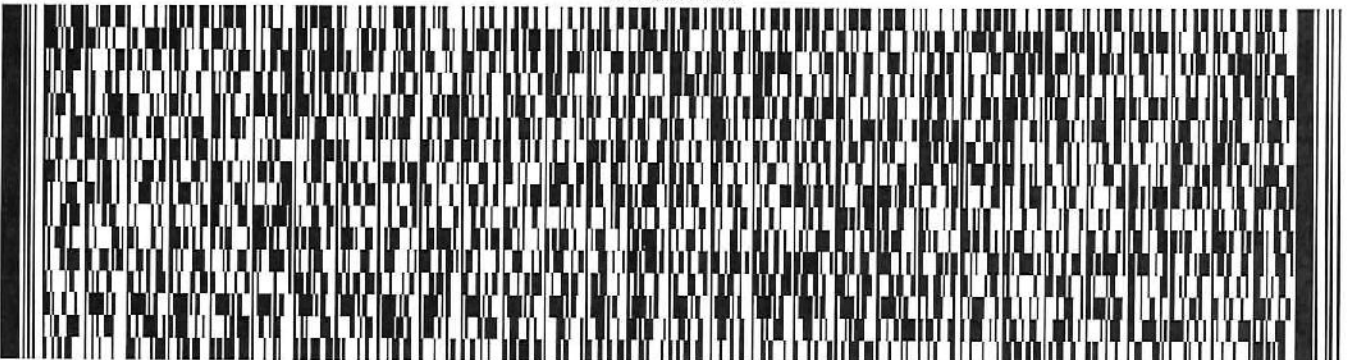
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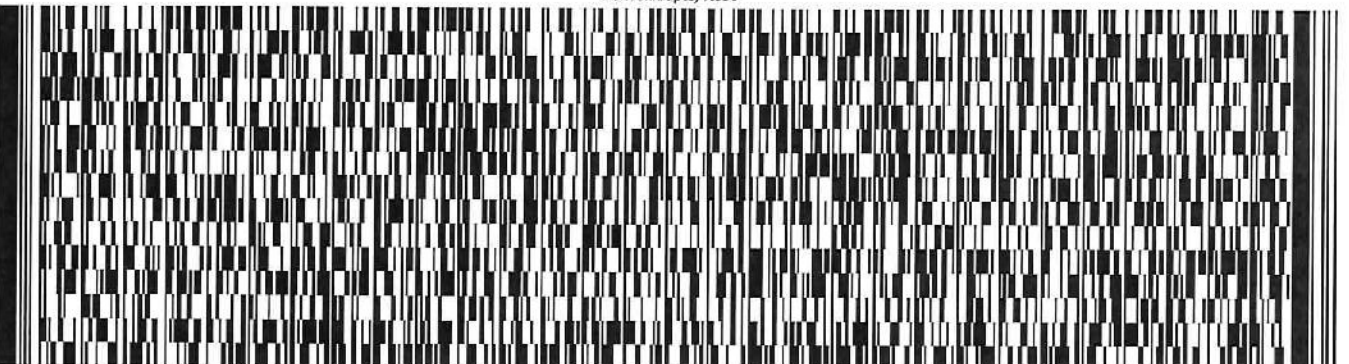
Bankruptcy1to50



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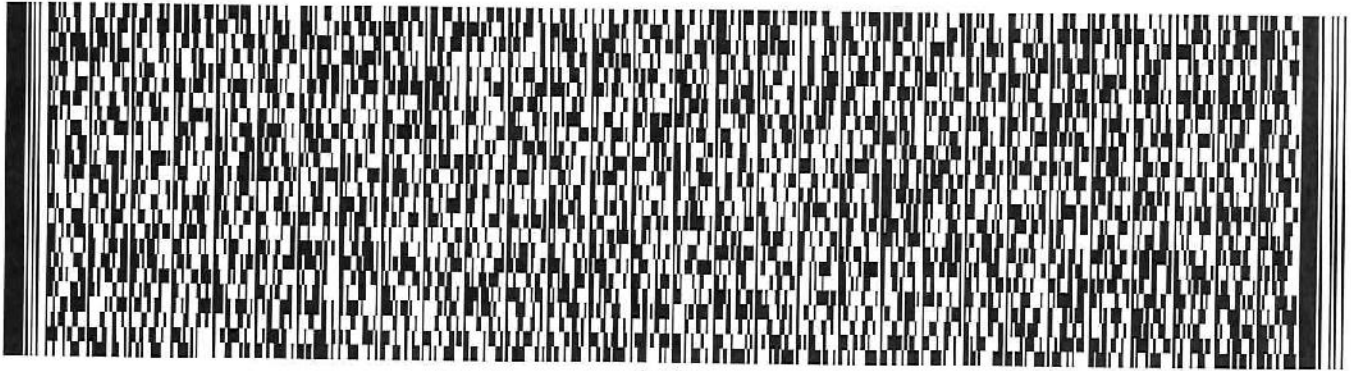
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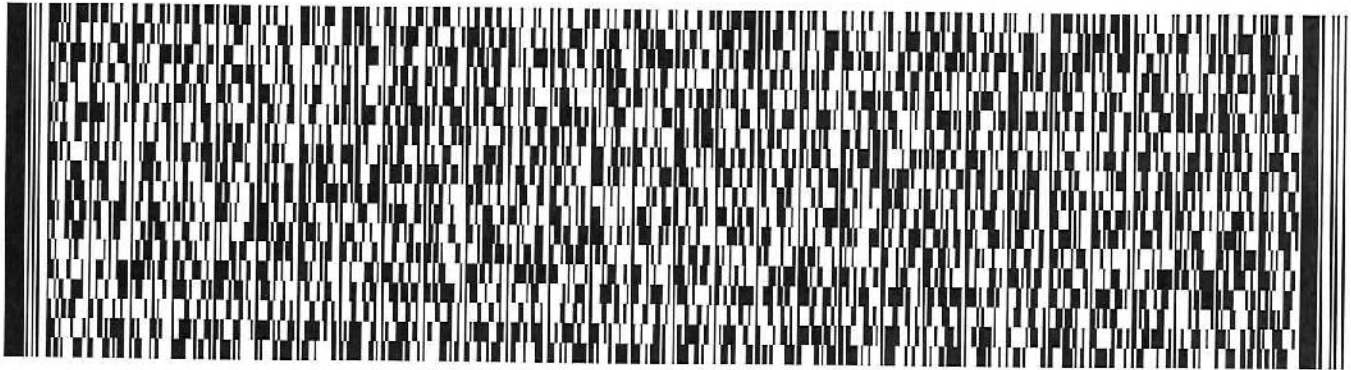
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Debtor's Name Zen Restoration Inc

Case No. 22-40809



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**Bank**

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STATEMENT OF ACCOUNT

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ZEN RESTORATION INC  
DIP CASE 22-40809 EDNY  
273 RUSSELL STREET  
BROOKLYN NY 11222-1919Page: 1 of 4  
Statement Period: Oct 01 2022-Oct 31 2022  
Cust Ref #:  
Primary Account #: 5143**Chapter 11 Checking**ZEN RESTORATION INC  
DIP CASE 22-40809 EDNY

Account # 5143

**ACCOUNT SUMMARY**

Beginning Balance	18,349.40	Average Collected Balance	13,856.63
Deposits	153,000.00	Interest Earned This Period	0.00
Electronic Deposits	914.55	Interest Paid Year-to-Date	0.00
Other Credits	27,893.58	Annual Percentage Yield Earned	0.00%
		Days in Period	31
Checks Paid	42,154.65		
Electronic Payments	6,190.28		
Other Withdrawals	20,000.00		
Ending Balance	131,812.60		

	Total for this cycle	Total Year to Date
Grace Period OD/NSF Refund	\$0.00	\$0.00

**DAILY ACCOUNT ACTIVITY****Deposits**

POSTING DATE	DESCRIPTION	AMOUNT
10/03	DEPOSIT	24,000.00
10/31	DEPOSIT	129,000.00
	<b>Subtotal:</b>	<b>153,000.00</b>

**Electronic Deposits**

POSTING DATE	DESCRIPTION	AMOUNT
10/14	ATM CHECK DEPOSIT, *****04031030095 AUT 101422 ATM CHECK DEPOSIT 765 MANHATTAN AVENUE BROOKLYN *NY	914.55
	<b>Subtotal:</b>	<b>914.55</b>

**Other Credits**

POSTING DATE	DESCRIPTION	AMOUNT
10/18	WIRE TRANSFER INCOMING, STUDIO GROUP LUXURY INTERIORS INC	27,893.58
	<b>Subtotal:</b>	<b>27,893.58</b>

**Checks Paid**

No. Checks: 36

\*Indicates break in serial sequence or check processed electronically and listed under Electronic Payments

DATE	SERIAL NO.	AMOUNT	DATE	SERIAL NO.	AMOUNT
10/03	201	315.00	10/03	209*	1,120.00
10/04	203*	1,121.25	10/03	210	960.00
10/04	206*	800.00	10/03	211	600.00
10/27	207	840.00	10/03	212	2,375.00

Call 1-800-937-2000 for 24-hour Bank-by-Phone services or connect to [www.tdbank.com](http://www.tdbank.com)



## How to Balance your Account

Page:

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**Begin by adjusting your account register as follows:**

- Subtract any services charges shown on this statement.
- Subtract any automatic payments, transfers or other electronic withdrawals not previously recorded.
- Add any interest earned if you have an interest-bearing account.
- Add any automatic deposit or overdraft line of credit.
- Review all withdrawals shown on this statement and check them off in your account register.
- Follow instructions 2-5 to verify your ending account balance.

1. Your ending balance shown on this statement is:
2. List below the amount of deposits or credit transfers which do not appear on this statement. Total the deposits and enter on Line 2.
3. Subtotal by adding lines 1 and 2.
4. List below the total amount of withdrawals that do not appear on this statement. Total the withdrawals and enter on Line 4.
5. Subtract Line 4 from 3. This adjusted balance should equal your account balance.

Ending Balance	131,812.60
Total Deposits	+
Sub Total	
Total Withdrawals	-
Adjusted Balance	

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**FOR CONSUMER ACCOUNTS ONLY — IN CASE OF ERRORS OR QUESTIONS ABOUT YOUR ELECTRONIC FUNDS TRANSFERS:**

If you need information about an electronic fund transfer or if you believe there is an error on your bank statement or receipt relating to an electronic fund transfer, telephone the bank immediately at the phone number listed on the front of your statement or write to:

TD Bank, N.A., Deposit Operations Dept, P.O. Box 1377, Lewiston,  
Maine 04243-1377

We must hear from you no later than sixty (60) calendar days after we sent you the first statement upon which the error or problem first appeared. When contacting the Bank, please explain as clearly as you can why you believe there is an error or why more information is needed. Please include:

- Your name and account number.
- A description of the error or transaction you are unsure about.
- The dollar amount and date of the suspected error.

When making a verbal inquiry, the Bank may ask that you send us your complaint in writing within ten (10) business days after the first telephone call.

We will investigate your complaint and will correct any error promptly. If we take more than ten (10) business days to do this, we will credit your account for the amount you think is in error, so that you have the use of the money during the time it takes to complete our investigation.

## INTEREST NOTICE

Total interest credited by the Bank to you this year will be reported by the Bank to the Internal Revenue Service and State tax authorities. The amount to be reported will be reported separately to you by the Bank.

FOR CONSUMER LOAN ACCOUNTS ONLY -- BILLING RIGHTS SUMMARY

**In case of Errors or Questions About Your Bill:**

If you think your bill is wrong, or if you need more information about a transaction on your bill, write us at P.O. Box 1377, Lewiston, Maine 04243-1377 as soon as possible. We must hear from you no later than sixty (60) days after we sent you the FIRST bill on which the error or problem appeared. You can telephone us, but doing so will not preserve your rights. In your letter, give us the following information:

- Your name and account number.
- The dollar amount of the suspected error.
- Describe the error and explain, if you can, why you believe there is an error. If you need more information, describe the item you are unsure about.

You do not have to pay any amount in question while we are investigating, but you are still obligated to pay the parts of your bill that are not in question. While we investigate your question, we cannot report you as delinquent or take any action to collect the amount you question.

**FINANCE CHARGES:** Although the Bank uses the Daily Balance method to calculate the finance charge on your Moneyline/Overdraft Protection account (the term "ODP" or "OD" refers to Overdraft Protection), the Bank discloses the Average Daily Balance on the periodic statement as an easier method for you to calculate the finance charge. The finance charge begins to accrue on the date advances and other debits are posted to your account and will continue until the balance has been paid in full. To compute the finance charge, multiply the Average Daily Balance times the Days in Period times the Daily Periodic Rate (as listed in the Account Summary section on the front of the statement). The Average Daily Balance is calculated by adding the balance for each day of the billing cycle, then dividing the total balance by the number of Days in the Billing Cycle. The daily balance is the balance for the day after advances have been added and payments or credits have been subtracted plus or minus any other adjustments that might have occurred that day. There is no grace period during which no finance charge accrues. Finance charge adjustments are included in your total finance charge.

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## STATEMENT OF ACCOUNT

ZEN RESTORATION INC  
DIP CASE 22-40809 EDNY

Page: 3 of 4  
 Statement Period: Oct 01 2022-Oct 31 2022  
 Cust Ref #:  
 Primary Account #: 5143

## DAILY ACCOUNT ACTIVITY

Checks Paid (continued)			*Indicates break in serial sequence or check processed electronically and listed under Electronic Payments		
DATE	SERIAL NO.	AMOUNT	DATE	SERIAL NO.	AMOUNT
10/04	213	1,137.50	10/25	230	960.00
10/06	214	2,000.00	10/25	231	1,200.00
10/13	215	1,800.00	10/21	232	1,044.00
10/11	217*	1,140.00	10/31	234*	1,800.00
10/12	218	1,000.00	10/24	235	1,290.00
10/11	220*	920.00	10/25	236	900.00
10/13	221	896.00	10/21	237	1,000.00
10/11	222	2,575.00	10/24	238	672.00
10/07	223	1,137.50	10/24	239	256.00
10/13	224	2,000.00	10/21	240	920.00
10/13	225	800.00	10/25	241	2,000.00
10/20	227*	2,000.00	10/21	242	1,187.50
10/20	228	479.40	10/27	243	509.00
10/20	229	399.50	10/27	244	2,000.00
Subtotal:					42,154.65

## Electronic Payments

POSTING DATE	DESCRIPTION	AMOUNT
10/03	DEBIT CARD PURCHASE, *****04031030095, AUT 092922 VISA DDA PUR MANHATTAN LAMINATES 35 212 265 2522 * NY	207.08
10/06	DEBIT POS, *****04031030095, AUT 100622 DDA PURCHASE THE HOME DEPOT 1255 LONG ISLAND C * NY	1,982.10
10/07	DEBIT CARD PURCHASE, *****04031030095, AUT 100622 VISA DDA PUR MARLY BUILDING SUPPLY CO 7183845489 * NY	500.83
10/14	DEBIT CARD PURCHASE, *****04031030095, AUT 101322 VISA DDA PUR GRANT SUPPLIES 718 729 2373 * NY	76.06
10/20	ELECTRONIC PMT-WEB, ACHMA VISB BILL PYMNT 2795157	981.91
10/20	ELECTRONIC PMT-WEB, PREMIN7183758300 INSFINANCE 2962058	810.37
10/20	ELECTRONIC PMT-WEB, FARMERS INS EXCH EFT PYMT f****50824	798.33
10/20	DEBIT CARD PURCHASE, *****04031030095, AUT 101922 VISA DDA PUR MARLY BUILDING SUPPLY CO 7183845489 * NY	181.17
10/21	ELECTRONIC PMT-WEB, VERIZON VZ BILLPAY ****444450001	426.18
10/27	DEBIT CARD PURCHASE, *****04031030095, AUT 102622 VISA DDA PUR JANOVIC PAINT DECORATING 718 392 3999 * NY	226.25
Subtotal:		6,190.28

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## STATEMENT OF ACCOUNT

ZEN RESTORATION INC  
DIP CASE 22-40809 EDNY

Page: 4 of 4  
 Statement Period: Oct 01 2022-Oct 31 2022  
 Cust Ref #:  
 Primary Account #: 5143

**DAILY ACCOUNT ACTIVITY****Other Withdrawals**

POSTING DATE	DESCRIPTION	AMOUNT
10/04	DEBIT	10,000.00
10/19	DEBIT	10,000.00
Subtotal:		20,000.00

**DAILY BALANCE SUMMARY**

DATE	BALANCE	DATE	BALANCE
09/30	18,349.40	10/18	35,694.21
10/03	36,772.32	10/19	25,694.21
10/04	23,713.57	10/20	20,043.53
10/06	19,731.47	10/21	15,465.85
10/07	18,093.14	10/24	13,247.85
10/11	13,458.14	10/25	8,187.85
10/12	12,458.14	10/27	4,612.60
10/13	6,962.14	10/31	131,812.60
10/14	7,800.83		

Call 1-800-937-2000 for 24-hour Bank-by-Phone services or connect to [www.tdbank.com](http://www.tdbank.com)

Bank Deposits FDIC Insured | TD Bank, N.A. | Equal Housing Lender